

BOARD OF SELECTMEN

Minutes of the Meeting of 29 March 2005 at 4:00 PM. The meeting took place in the Nantucket High School Cafeteria, 10 Surfside Road, Nantucket, MA 02554. Members of the Board present were Bruce Watts, Douglas Bennett, Timothy Soverino, Michael Glowacki and Robert F. Murphy. Chairman Soverino called the meeting to order at 4:05 PM.

Discussion Regarding Surfside Wastewater Treatment Facility Upgrade Project Funding Options. Earth Tech consultants Tom Parece and John Daniels, and Public Works Superintendent Jeff Willett were present and discussion focused on funding options for the project. Mr. Parece explained that Earth Tech has estimated \$6.8 million for connections in the sewer area that have not yet been made and \$16.9 million for all new connections in the needs areas and in the Town sewer district. Discussion then ensued about the proposed infiltration/inflow (I/I) repairs and Mr. Murphy stated he wants to see a more "scientific analysis of the 50/50 split between I/I expansion and repair." Discussion continued with regard to betterment fees and privilege fees for I/I expansion and repairs. Mr. Glowacki questioned whether or not new users should pay a greater portion of privilege fees because they are new users as opposed to existing users. Chairman Soverino stated that he believes the I/I from street drains that goes into the sewer system and the cost to remove this I/I should be separated out. Discussion further continued about special assessments, privilege fees and betterments, the difference between them, how they can be charged and for what. Chairman Soverino stated he feels the Board needs to obtain the \$35.5 million for the upgrade, explain to the voters how it will be paid for and then discuss how the expansion will be funded. It was noted that, if the \$35.5 million is split 50/50 among the sewer users and tax base, the cost would be \$195 per year for the most expensive year, being the first year of debt service payments. After some additional discussion, it was agreed that the Board will ask financial consultant Mark Abrahams to run some numbers on several scenarios whereby the expansion costs can be passed on to the new sewer users as much as possible.

There being no further business before the Board, the meeting was unanimously adjourned at 6:04 PM.

Approved the 11th day of May 2005.